

ORIGINAL



BEFORE THE ARIZONA CORPORATION COMMISSION

COMMISSIONERS

JEFF HATCH-MILLER, Chairman  
WILLIAM A. MUNDELL  
MIKE GLEASON  
KRISTIN K. MAYES  
GARY PIERCE

2007 JUL 18 P 3:37

AZ CORP COMMISSION  
DOCKET CONTROL

Arizona Corporation Commission

DOCKETED

JUL 18 2007

DOCKETED BY

*MM*

DOCKET NO. WS-01303A-06-0491

IN THE MATTER OF THE APPLICATION OF  
ARIZONA-AMERICAN WATER COMPANY, AN  
ARIZONA CORPORATION, FOR A  
DETERMINATION OF THE CURRENT FAIR  
VALUE OF ITS UTILITY PLANT AND  
PROPERTY AND FOR INCREASES IN ITS  
RATES AND CHARGES BASED THEREON FOR  
UTILITY SERVICE BY ITS SUN CITY  
WASTEWATER AND SUN CITY WEST  
WASTEWATER DISTRICTS.

PROCEDURAL ORDER

**BY THE COMMISSION:**

On July 28, 2006, Arizona-American Water Company ("Arizona-American" or "Company") filed an application with the Arizona Corporation Commission ("Commission") for an increase in its rates for utility service by its Sun City Wastewater and Sun City West Wastewater Districts.

By Procedural Order issued February 15, 2007, the hearing in this matter was scheduled to commence on August 23, 2007, and associated procedural deadlines were set, including a date by which the Company was required to publish notice of the application and the hearing.

On March 14, 2007, the Company filed an Affidavit of Publication indicating that it had published notice as required by the February 15, 2007 Procedural Order.

On May 7, 2007, the Commission issued a Procedural Order setting public comment sessions on the application, and requiring publication of notice of the public comment sessions. The notice required by the May 7, 2007 Procedural Order indicated that under the Company's proposal, a residential customer's bill for wastewater service in the Sun City Wastewater District would increase from the current rate of \$10.98 per month to \$14.40 per month (approximately 31.17 percent), and in the Sun City West Wastewater District would increase from the current rate of \$20.56 per month to \$30.73 per month (approximately 49.46 percent).

On June 26, 2007, the Company filed Affidavits of Publication, indicating that it had

1 published notice of the application and the hearing, as required by the May 7, 2007 Procedural Order,  
2 in the Arizona Business Gazette on May 10, 2007, and in the Daily News-Sun on May 12, 2007.

3 On July 17, 2007, the Commission's Utilities Division ("Staff") filed a Request for a  
4 Procedural Conference ("Request"). In the Request, Staff states that recently filed testimony of the  
5 parties includes changes to rate design that would have an impact on certain customer rates far  
6 greater than the average increase projected earlier in the case, and subsequently provided in the  
7 customer notice. Staff states that it therefore requested that the Company prepare a letter to notify  
8 those of its customers who could potentially be subject to the greater-than-originally-projected rate  
9 impact.

10 Staff states that both the Company and Staff would like the Company to send such a notice to  
11 the potentially affected customers as soon as possible so that the customers will have a meaningful  
12 opportunity to participate in any proceedings before the Commission.

13 Staff's July 17, 2007 Request included a copy of the proposed additional customer  
14 notice.

15 On July 18, 2007, Staff filed a Notice of Errata to which was attached a corrected version of  
16 the proposed additional customer notice.

17 Staff requests that a Procedural Conference be set on an expedited basis to allow the parties to  
18 discuss the additional customer notice requested by Staff.

19 Staff's request is reasonable and should be granted.

20 IT IS THEREFORE ORDERED that a **Telephonic Procedural Conference** shall be  
21 convened on **July 20, 2007, at 11:00 a.m.**, or as soon thereafter as practicable, in order to discuss the  
22 proposed additional customer notice referenced above. In order to participate in the Telephonic  
23 Procedural Conference parties shall call **602-542-9009**.

24 IT IS FURTHER ORDERED that all remaining procedural deadlines remain unchanged.

25 ...

26 ...

27 ...

28 ...

1 IT IS FURTHER ORDERED that the Presiding Officer may rescind, alter, amend, or waive  
2 any portion of this Procedural Order either by subsequent Procedural Order or by ruling at hearing.

3 Dated this 18<sup>th</sup> day of July, 2007

4  
5  
6   
7 TEENA WOLFE  
ADMINISTRATIVE LAW JUDGE

8 Copies of the foregoing **FAXED**  
this 18<sup>th</sup> day of July, 2007 to:

9 Craig A. Marks  
10 CRAIG A. MARKS, PLC  
11 3420 East Shea Blvd., Suite 200  
12 Phoenix, AZ 85028

13 Paul Li  
14 ARIZONA-AMERICAN WATER COMPANY  
15 19820 North 7<sup>th</sup> Street, Suite 201  
16 Phoenix, AZ 85024

17 Tracy Spoon  
18 SUN CITY TAXPAYERS ASSOCIATION  
19 12630 North 103<sup>rd</sup> Avenue, Suite 144  
20 Sun City, AZ 85351

21 Scott S. Wakefield, Chief Counsel  
22 RESIDENTIAL UTILITY CONSUMER OFFICE  
23 1110 West Washington, Suite 220  
24 Phoenix, AZ 85007

25 Copies of the foregoing mailed/delivered  
26 this 18<sup>th</sup> day of July, 2007 to:

27 Craig A. Marks  
28 CRAIG A. MARKS, PLC  
3420 E. Shea Blvd., Ste. 200  
Phoenix, AZ 85028

Paul Li  
ARIZONA-AMERICAN WATER COMPANY  
19820 North 7<sup>th</sup> Street, Suite 201  
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Tracy Spoon  
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12630 North 103<sup>rd</sup> Avenue, Suite 144  
Sun City, AZ 85351

1 Philip Jansen (\*)  
2 14115 West Gunsight Drive  
3 Sun City West, AZ 85375

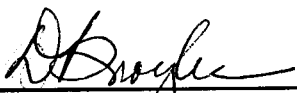
4 Scott S. Wakefield, Chief Counsel  
5 RESIDENTIAL UTILITY CONSUMER OFFICE  
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8 Christopher Kempley, Chief Counsel  
9 Legal Division  
10 ARIZONA CORPORATION COMMISSION  
11 1200 West Washington Street  
12 Phoenix, AZ 85007

13 Ernest G. Johnson, Director  
14 Utilities Division  
15 ARIZONA CORPORATION COMMISSION  
16 1200 West Washington  
17 Phoenix, AZ 85007

18 (\*) Mr. Jansen was notified by telephone on July 18, 2007,  
19 of the Telephonic Procedural Conference.

20 By:

21   
22 Debra Broyles  
23 Secretary to Teena Wolfe  
24  
25  
26  
27  
28